

VIRGINIA:

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### BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER VGOB 03-1118-1222

ELECTIONS: UNIT AW-123 (herein "Subject Drilling Unit")

# REPORT OF BOARD

### FINDINGS AND ORDER

This Supplemental Order is entered by the Board sua sponte in the form authorized by the Board at hearings held on February 15, 1994 and June 16, 1992; and this Supplemental Order is being recorded for the purpose of supplementing the Order previously in the captioned matter on March 22, 2004 which was recorded at Deed Book 605, Page 905 in the Office of the Clerk of the Circuit Court of Russell County, Virginia, on April 2, 2004, (herein "Board Order") and completing the record regarding elections.

Findings: The Board finds that:

The Board Order directed CNX GAS COMPANY LLC (herein "Designated Operator") to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by the said Board Order;

The Designated Operator filed its affidavit of elections disclosing that it had mailed a true and correct copy of the Board's Order to all Respondents whose interests, if any, were pooled by said Board Order;

The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make an election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the affidavit of elections filed herein and annexed hereto as Exhibit A states: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of any election(s) made; and (iii) whether, by reason of a failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interests, estates and claims in Subject Drilling Unit to the Applicant;

That the affidavit of elections annexed hereto with the Exhibits submitted therewith identifies the Respondent(s) making a timely election, if any; identifies the Respondent(s), if any, who are deemed to have leased; identifies the conflicting interests and claims which require escrow; identifies the interests and claims, if any, requiring escrow under Virginia Code section 45.1-361.21.D.; and identifies the Respondents, if any, who may be dismissed by reason of having leased or entered into a voluntary agreement with the Applicant.

The affidavit of elections indicates whether or not the escrow of funds is required with regard to Unit AW-123;

Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2. above and the annexed affidavit of elections with Exhibits thereto, any funds subject to escrow and instructs the Escrow Agent, Wachovia Bank, Corporate Trust PA1328,123 Broad Street, Philadelphia, PA 19109-1199, Attn: Rachel Rafferty or any successor named by the Board to establish interest bearing escrow account(s), IRS Tax Identification Number 54-1629506, in accordance with the information set forth in the affidavit of elections with Exhibits thereto, to receive funds and account to the Board therefore.

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Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each Respondent whose interests or claims are subject to escrow and whose address is known within seven seven (7) days from the date of receipt of this Order.

Conclusion: Therefore, the findings and all terms and p granted and IT IS SO ORDERED.	rovisions set forth above be and hereby are
Effective Date: This Order shall be effective on the date o	
DONE AND EXECUTED this 8 day of Ma. Gas and Oil Board.	, 2005, by a majority of the Virginia
	Chairman, Benny B Wampler
STATE OF VIRGINIA COUNTY OF WISE  Acknowledged on this E day of Mach in and for the Commonwealth of Virginia, appeared Benny R. V that he is Chairman of the Virginia Gas and Oil Board, that he	, 2005, personally before me a notary public Vampler, being duly sworn did depose and say
1	Diane Jaulis Susan G. Garrett Notary
DONE AND PERFORMED THIS // tay of March	, 2005, by Order of the Board.
B. R. Wi Principa	Ison, Executive to the Board
STATE OF VIRGINIA COUNTY OF WASHINGTON  Acknowledged on this 11 day of Much	, 2005, personally before me a notary
public in and for the Commonwealth of Virginia, appeared B. say that he is Director of the Division of Gas & Oil Board and executed the same and was authorized to do so.	
My commission expires: $9/30/65$ .	Order Depended Under Code of
	Vinginia Section 45.1-361.26

VIRGINIA:

#### Exhibit A

#### BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

Application of CNX Gas Company LLC for Forced Pooling of Interests in CBM Unit AW-123 VGOB 03-1118-1222 in the New Garden District of Russell County, Virginia

AFFIDAVIT OF CNX GAS COMPANY LLC (herein "Designated Operator") REGARDING ELECTIONS, ESCROW AND SUPPLEMENTAL ORDER

Leslie K. Arrington, being first duly sworn on oath, deposes and says:

That your affiant is employed by CNX Gas Company LLC, as a Manager - Environmental / Permitting and is duly authorized to make this affidavit on behalf of CNX GAS COMPANY LLC, the designated operator,

That the Order entered on March 22, 2004, by the Virginia Gas and Oil Board (hereinafter "Board") regarding the captioned CBM Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by the Order;

That within seven (7) days of receipt of an executed copy of the Order referred to at paragraph 2. above, your affiant caused a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who were added as Respondents at the hearing held in the captioned matter; that proof of such mailing has previously been tendered to the Division of Gas and Oil, the Office of the Gas and Oil Inspector, at Abingdon, Virginia;

That the Order of the Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operator within thirty (30) days of the date the Order was recorded in the counties identified above; that said Order was recorded on April 2, 2004;

That the designated operator CNX GAS COMPANY LLC has established procedures to review all mail received and all written documents received other than by mail to ascertain whether parties whose interests have been pooled have made a written election, in a timely fashion, as required by the captioned Order; that said procedures were followed to identify the elections, if any, made with regard to the Subject Unit; that the following persons delivered, by mail or otherwise, written elections the Unit Operator, within the thirty day elections period:

None

That Respondents identified in Exhibit B-3 hereto are, having failed to make any election, deemed to have leased their coalbed methane rights, interests and claims to Applicant, all as provided in the Board's Order of March 22, 2004;

See attached Exhibit B-3

That the rights, interests and claims of the following persons are subject to escrow under the Board's Order pooling the captioned Unit, Board Regulations and the Code of Virginia:

See attached Exhibit E

That after the pooling hearing held in the captioned matter, the following persons have leased or entered into a voluntary agreement with the Designated Operator:

None

That to the extent any of said persons listed in Exhibit B-2 have rights, interests and claims which are subject to escrow and/ or they are no longer an owner, they should be dismissed as respondents; the Operator requests that the following persons be dismissed as Respondents:

None

That the persons identified in Exhibit EE attached hereto have entered into royalty split agreements that allow the Applicant/Designated Operator to pay them directly without the need to escrow funds which would otherwise be in conflict.

See attached Exhibit EE

That pursuant to the provisions of VAC 25-160-70.A.10. and C. and VAC 25-160-80 the annexed supplemental order sets forth the interests and claims that require escrow of funds pursuant to Virginia Code sections 45.1-361.21.D. and 45.1-361.22.A.3. and 4.

Dated at Tazewell, Virginia, this 2137 day of February, 2005.

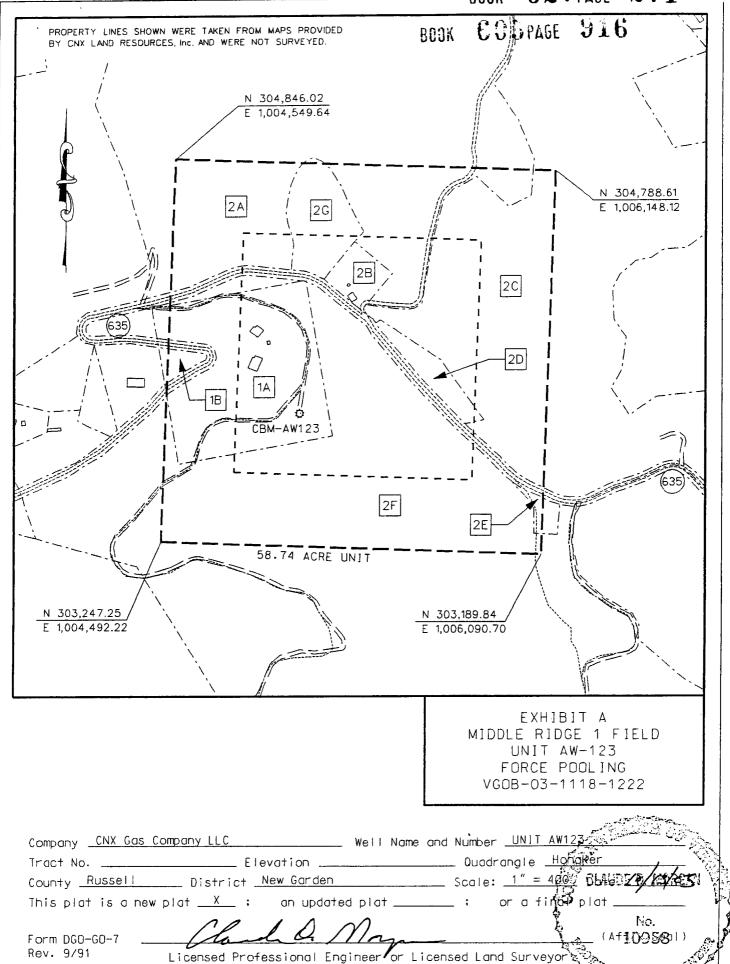
Sublick Charter

Leslie K. Arrington

Taken, subscribed and sworn to before me by Leslie K. Arrington as a Manager – Environmental / Permitting for CNX Gas Company LLC, on behalf of the corporate Designated Operator, this 21st day of February, 2005.

Rhanda L. Contreplet

My commission expires: 10/31/05.



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# CNX GAS COMPANY LLC

Unit AW-123 Tract Identifications (58.74 Acre Unit)

- Jo Ann Richardson All Minerals
   CNX Gas Company LLC Oil, Gas and CBM Leased
   9.68 acres
   16.4794%
- 1A. Jo Ann Richardson Surface
- 1B. Unknown Surface Owner
- 2A. Swords Creek Land Partnership Tr. 21 Coal
  Reserve Coal Properties Company Below Tiller Coal Leased
  Knox Creek Coal Company Tiller and Above Coal Leased
  CNX Gas Company LLC CBM Leased
  Jo Ann Richardson, et al All Minerals except Coal
  CNX Gas Company LLC Oil, Gas and CBM Leased
  Roy Meadows Surface
  10.68 acres 18.1818%
- 2B. Swords Creek Land Partnership Tr. 21 Coal
  Reserve Coal Properties Company Below Tiller Coal Leased
  Knox Creek Coal Company Tiller and Above Coal Leased
  CNX Gas Company LLC CBM Leased
  Trustees of Mount Pleasant Free Pentecostal Holiness Church Surface
  and All Minerals except Coal
  1.05 acres 1.7875%
- 2C. Swords Creek Land Partnership Tr. 21 Coal
  Reserve Coal Properties Company Below Tiller Coal Leased
  Knox Creek Coal Company Tiller and Above Coal Leased
  CNX Gas Company LLC CBM Leased
  Jo Ann Richardson Surface and All Minerals except Coal
  CNX Gas Company LLC Oil, Gas and CBM Leased
  12.51 acres
  21.2972%
- 2D. Swords Creek Land Partnership Tr. 21 Coal
  Reserve Coal Properties Company Below Tiller Coal Leased
  Knox Creek Coal Company Tiller and Above Coal Leased
  CNX Gas Company LLC CBM Leased
  Jo Ann Richardson Surface and All Minerals except Coal (Cemetery)
  CNX Gas Company LLC Oil, Gas and CBM Leased
  1.35 acres
  2.2983%

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# **CNX GAS COMPANY LLC**

Unit AW-123 Tract Identifications (58.74 Acre Unit)

- 2E. Swords Creek Land Partnership Tr. 21 Coal
  Reserve Coal Properties Company Below Tiller Coal Leased
  Knox Creek Coal Company Tiller and Above Coal Leased
  CNX Gas Company LLC CBM Leased
  Jo Ann Richardson OR Russell County Board of Supervisors Surface
  and All Minerals except Coal
  CNX Gas Company LLC Oil, Gas and CBM Leased (If owned by Jo Ann Richardson)
  0.24 acres
  0.4086%
- 2F. Swords Creek Land Partnership Tr. 21 Coal
  Reserve Coal Properties Company Below Tiller Coal Leased
  Knox Creek Coal Company Tiller and Above Coal Leased
  CNX Gas Company LLC CBM Leased
  Jo Ann Richardson Surface and All Minerals except Coal
  CNX Gas Company LLC Oil, Gas and CBM Leased
  20.77 acres 35.3592%
- 2G. Swords Creek Land Partnership Tr. 21 Coal
  Reserve Coal Properties Company Below Tiller Coal Leased
  Knox Creek Coal Company Tiller and Above Coal Leased
  CNX Gas Company LLC CBM Leased
  Jo Ann Richardson All Minerals except Coal
  CNX Gas Company LLC Oil, Gas and CBM Leased
  David Owens Surface
  2.46 acres
  4.1880%

### Exhibit B-3 Unit AW-123 Docket #VGOB 03-1118-1222 List of Unleased Owners/Claimants (58.74 Acre Unit)

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		Acres in Unit	Interest in Unit
II. <u>OII</u>	. & GAS FEE OWNERSHIP		
<u>Tra</u>	nct #2B, 1.05 acres		
(1	<ol> <li>Mount Pleasant Free Penecostal Holiness Church c/o Trustees Address Unknown</li> </ol>	1.05 acres	1.7875%
<u>Tra</u>	nct #2E, 0.24 acres		
(1	Russell County Board of Supervisors P.O. Box 1208 Lebanon, VA 24266	0.24 acres	0.4086%

# Exhibit E Unit AW-123

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# Docket #VGOB 03-1118-1222 List of Conflicting Owners/Claimants that require escrow (58.74 Acre Unit)

		Acres in Unit	Interest in Unit
Tract #2B,	1.05 acres		
Esci	row due to unknown / unlocatable		
COA	L FEE OWNERSHIP		
(1)	Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	1.05 acres	1.7875%
OIL	& GAS FEE OWNERSHIP		
(1)	Mount Pleasant Free Penecostal Holiness Church c/o Trustees  Address Unknown	1.05 acres	1.7875%
Tract #2E, 0	0.24 acres		
Escr	ow due to title conflict		
COA	L FEE OWNERSHIP		
(1)	Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	0.24 acres	0.4086%
OIL	& GAS FEE OWNERSHIP		
(1)	Joann Richardson F & Quarter Road Grand Juction, CO 81505	0.24 acres	0.4086%
	- OR -		
(1)	Russell County Board of Supervisors P.O. Box 1208 Lebanon, VA 24266	0.24 acres	0.4086%

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# Exhibit EE Unit AW-123

# Docket #VGOB 03-1118-1222

# List of Conflicting Owners/Claimants with Royalty Split Agreements (58.74 Acre Unit)

		Acres in Unit	Interest in Unit
Tract #2A, 10	.68 acres		
COAL	FEE OWNERSHIP		
(1)	Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	10.68 acres	18.1818%
OIL &	GAS FEE OWNERSHIP		
(1)	Joann Richardson, et al. (Dennis Richardson Heirs, Devisees, Successors or Assigns)	10.68 acres	18.1818%
(a)	Joann Richardson F & Quarter Road Grand Juction, CO 81505	5.340 acres 1/2 of 10.68 acres	9.0909%
(b)	Shirley White Heirs, Devisees, Successors or Assigns		
	(b.1) Randall White 111 South Monte Vista Drive Glade Springs, VA 24340	1.335 acres 1/8 of 10.68 acres	2.2727%
	(b.2) Ulys C. White P.O. Box 131 Jewell Ridge, VA 24622	1.335 acres 1/8 of 10.68 acres	2.2727%
	(b.3) Dewey N. White 14 Mountain View Park Cedar Bluff, VA 24609	1.335 acres 1/8 of 10.68 acres	2.2727%
	(b.4) Kimberly Blankenship 1814 Fifth Street Richlands, VA 24614	1.335 acres 1/8 of 10.68 acres	2.2727%
Tract #2C, 12	2.51 acres		
COAL	FEE OWNERSHIP		
(1)	Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	12.51 acres	21.2972%
OIL &	GAS FEE OWNERSHIP		
(1)	Joann Richardson F & Quarter Road Grand Juction, CO 81505	12.51 acres	21.2972%

# Exhibit EE Unit AW-123

# Docket #VGOB 03-1118-1222

# List of Conflicting Owners/Claimants with Royalty Split Agreements (58.74 Acre Unit)

		Acres in Unit	Interest in Unit	
#2D, 1.	35 acres			
COAL	FEE OWNERSHIP			
(1)	Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	1.35 acres	2.2983%	
OIL &	GAS FEE OWNERSHIP			
(1)	Joann Richardson F & Quarter Road Grand Juction, CO 81505	1.35 acres	2.2983%	
#2F, 20	.77 acres			
COAL	FEE OWNERSHIP			
(1)	Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	20.77 acres	35.3592%	
OIL &	GAS FEE OWNERSHIP			
(1)	Joann Richardson F & Quarter Road Grand Juction, CO 81505	20.77 acres	35.3592%	
#2G, 2.	46 acres			
COAL	FEE OWNERSHIP			
(1)	Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	2.46 acres	4.1879%	
OIL &	GAS FEE OWNERSHIP			
(1)	Joann Richardson F & Quarter Road Grand Juction, CO 81505	2.46 acres	4.1879%	
	Ciana Casasin, Go Ciasa		0	5008
VIR pres \$	GINIA: IN THE OFFICE OF THE CLERK OF THE CIRCUIT Counted in said office, and upon the certificate of acknowledgm			
Orig	inal returned this date to: Diane Davis	BY: TESTE: DO	LLIEM COMPTON CLERK  LEMONICAL  D	CLERK